

PUBLIC EMPLOYEES RETIREMENT SYSTEM

State Investment Board Balance Sheet As of 12/31/2003

	As of <u>12-31-03</u>	As of <u>6-30-03</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 524,942,061	\$ 458,951,314
INTERNATIONAL EQUITIES	212,970,932	175,792,012
DOMESTIC FIXED INCOME	343,826,924	320,236,369
INTERNATIONAL FIXED INCOME	61,803,672	54,020,181
REAL ESTATE	65,428,178	57,665,884
VENTURE CAPITAL	56,636,971	51,068,456
INVESTED CASH (NOTE 1)	<u>6,680,781</u>	<u>7,558,895</u>
 TOTAL INVESTMENTS	 1,272,289,519	 1,125,293,111
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	1,726,255	1,523,646
OTHER ASSETS		
DUE FROM OTHER AGENCIES (NOTE 2)	<u>36,283</u>	<u>0</u>
 TOTAL ASSETS	 <u>\$ 1,274,052,057</u>	 <u>\$ 1,126,816,757</u>
LIABILITIES:		
ACCOUNTS PAYABLE	711,760	711,763
DUE TO OTHER AGENCIES (NOTE 3)	<u>0</u>	<u>9,661</u>
 TOTAL LIABILITIES	 711,760	 721,424
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	1,126,095,333	1,080,040,861
CASH IN DURING YEAR (NOTE 4)	3,789,350	0
CASH OUT DURING YEAR (NOTE 5)	6,440,000	9,750,000
NET INCREASE (DECREASE)	<u>149,895,614</u>	<u>55,804,472</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>1,273,340,297</u>	 <u>1,126,095,333</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 1,274,052,057</u>	 <u>\$ 1,126,816,757</u>

PUBLIC EMPLOYEES RETIREMENT SYSTEM

State Investment Board Profit and Loss Statement For the Month Ended 12/31/2003

	Month Ended <u>12-31-03</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 5,130,544	\$ 19,414,077
SECURITIES LENDING INCOME	73,528	408,171
	<u>5,204,072</u>	<u>19,822,248</u>
 GAIN ON SALE OF INVESTMENTS	 17,316,943	 81,491,882
LOSS ON SALE OF INVESTMENTS	<u>5,683,697</u>	<u>51,884,027</u>
 NET GAINS (LOSSES) INVESTMENTS	 11,633,246	 29,607,855
 INVESTMENT EXPENSES	 92,737	 1,767,997
SECURITIES LENDING EXPENSES	56,268	311,496
SIB ADMINISTRATIVE EXPENSES	<u>8,776</u>	<u>59,055</u>
 NET INVESTMENT INCOME	 16,679,537	 47,291,555
 NET APPREC (DEPREC) MARKET VALUE	 25,713,815	 102,530,473
MISCELLANEOUS INCOME/(EXPENSE)	<u>82,708</u>	<u>73,586</u>
 TOTAL INVESTMENT INCOME	 <u>42,476,060</u>	 <u>149,895,614</u>
 NET INCREASE (DECREASE)	 <u>\$ 42,476,060</u>	 <u>\$ 149,895,614</u>

PUBLIC EMPLOYEES RETIREMENT SYSTEM
Notes To Financial Statements
December 31, 2003

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Pension Cash Pool invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company.

NOTE 2 **DUE FROM OTHER AGENCIES**

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 3 **DUE TO OTHER AGENCIES**

Amounts owed to RIO for administrative and direct costs charged.

NOTE 4 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 5 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust Company during the current fiscal year.